

## **Appendix B**

### **2006-2007 Supplemental Budget LD 1968 as amended by AFA Committee**

#### **Tax and Fee Changes**

# 122nd Legislature - 2nd Regular Session

## Tax and Fee Changes

### 2006-2007 Supplemental Budget - LD 1968 as amended by AFA Committee

Department/Proposal	LD #	Part	Fund	GF Rev. Line	2005-06	2006-07	2007-08	2008-09
<b>Department of Administrative and Financial Services</b>								
Computer upgrade to income tax non-filer discovery & assessment	1968	A	GF	Ind. Income	0	1,500,000	1,500,000	1,500,000
Computer upgrade to income tax non-filer discovery & assessment	1968	A	GF	Rev Sharing	0	(76,500)	(78,000)	(78,000)
Computer upgrade to income tax non-filer discovery & assessment	1968	A	LGF		0	76,500	78,000	78,000
Limits domicile concept in the definition of "resident individual" (see LD 325)	1968	G	GF	Ind. Income	0	(893,716)	(2,416,355)	(3,101,771)
Limits domicile concept in the definition of "resident individual" (see LD 325)	1968	G	GF	Rev Sharing	0	45,580	125,650	161,292
Limits domicile concept in the definition of "resident individual" (see LD 325)	1968	G	LGF		0	(45,580)	(125,650)	(161,292)
Income tax credit for Kennebec Arsenal District Historic Landmark (see LD 1775)	1968	H	GF	Ind. Income	0	(500,000)	(500,000)	(500,000)
Income tax credit for Kennebec Arsenal District Historic Landmark (see LD 1775)	1968	H	GF	Rev Sharing	0	25,500	26,000	26,000
Income tax credit for Kennebec Arsenal District Historic Landmark (see LD 1775)	1968	H	LGF		0	(25,500)	(26,000)	(26,000)
Repeals nonconformity with federal student loan interest deduction	1968	CC	GF	Ind. Income	0	(515,625)	0	0
Repeals nonconformity with federal student loan interest deduction	1968	CC	GF	Rev Sharing	0	26,297	0	0
Repeals nonconformity with federal student loan interest deduction	1968	CC	LGF		0	(26,297)	0	0
Restores the Maine child care credit to 25% of the federal credit	1968	DD	GF	Ind. Income	0	(539,406)	0	0
Restores the Maine child care credit to 25% of the federal credit	1968	DD	GF	Rev Sharing	0	27,510	0	0
Restores the Maine child care credit to 25% of the federal credit	1968	DD	LGF		0	(27,510)	0	0
Provides an exemption from use tax for certain aircraft purchased outside of Maine (see LD 1074)	1968	EE	GF	Sales Tax	0	(357,700)	(761,800)	(787,852)
Provides an exemption from use tax for certain aircraft purchased outside of Maine (see LD 1074)	1968	EE	GF	Rev Sharing	0	18,243	39,614	40,968
Provides an exemption from use tax for certain aircraft purchased outside of Maine (see LD 1074)	1968	EE	LGF		0	(18,243)	(39,614)	(40,968)
Provides reimbursement for 12% or 10% of wages paid by a certified media production company (see LD 1607)	1968	GG	GF	Ind. Income	0	(322,481)	(354,729)	(390,202)
Provides an income tax credit for income tax related to certain media production company income ( see LD 1607)	1968	GG	GF	Corp. Income	0	(105,374)	(110,759)	(116,297)
Provides tax benefits for media production companies (see LD 1607)	1968	GG	GF	Rev Sharing	0	21,821	24,205	26,338
Provides tax benefits for media production companies (see LD 1607)	1968	GG	LGF		0	(21,821)	(24,205)	(26,338)
Maine Use Tax Compliance Program	1968	TT	GF	Sales Tax	0	1,500,000	undetermined increase	
Maine Use Tax Compliance Program	1968	TT	GF	Rev Sharing	0	(76,500)		
Maine Use Tax Compliance Program	1968	TT	LGF		0	76,500		
Income tax deduction for contributions to qualified tuition plans under Sec. 529 of the IRC (see LD 1729)	1968	LLL	GF	Ind. Income	0	(314,887)	(524,553)	(595,259)
Income tax deduction for contributions to qualified tuition plans under Sec. 529 of the IRC (see LD 1729)	1968	LLL	GF	Rev Sharing	0	16,059	27,277	30,953
Income tax deduction for contributions to qualified tuition plans under Sec. 529 of the IRC (see LD 1729)	1968	LLL	LGF		0	(16,059)	(27,277)	(30,953)
Conform to federal law regarding Health Savings Accounts (see LD 195)	1968	NNN	GF	Ind. Income	0	(343,195)	(295,386)	(321,074)
Conform to federal law regarding Health Savings Accounts (see LD 195)	1968	NNN	GF	Rev Sharing	0	17,503	15,360	16,696
Conform to federal law regarding Health Savings Accounts (see LD 195)	1968	NNN	LGF		0	(17,503)	(15,360)	(16,696)
Changes the threshold for resale certificate from \$10,000 to \$3,000 and extends the duration (see LD 169)	1968	OOO	GF	Sales Tax	0	(48,672)	(101,237)	(105,287)
Changes the threshold for resale certificate from \$10,000 to \$3,000 and extends the duration (see LD 169)	1968	OOO	GF	Rev Sharing	0	2,482	5,264	5,475
Changes the threshold for resale certificate from \$10,000 to \$3,000 and extends the duration (see LD 169)	1968	OOO	LGF		0	(2,482)	(5,264)	(5,475)
Delays repeal of income tax credit for clean fuel (was LD 308)	1968	PPP	GF	Ind. Income	0	(1,566)	(1,645)	(1,727)
Delays repeal of income tax credit for clean fuel (was LD 308)	1968	PPP	GF	Rev Sharing	0	80	86	90
Delays repeal of income tax credit for clean fuel (was LD 308)	1968	PPP	LGF		0	(80)	(86)	(90)
Expands sales tax exemption for certain manure used in commercial agricultural production (see LD 535)	1968	QQQ	GF	Sales Tax	0	(21,060)	(29,204)	(30,371)
Expands sales tax exemption for certain manure used in commercial agricultural production (see LD 535)	1968	QQQ	GF	Rev Sharing	0	1,074	1,519	1,579
Expands sales tax exemption for certain manure used in commercial agricultural production (see LD 535)	1968	QQQ	LGF		0	(1,074)	(1,519)	(1,579)
Exempts grandparents and grandchildren deeds from RETT (see LD 1090)	1968	SSS	GF	Other Rev	0	(3,386)	(4,008)	(4,032)
Exempts grandparents and grandchildren deeds from RETT (see LD 1090)	1968	SSS	OSR		0	(3,386)	(4,008)	(4,032)
Income tax credit for furnaces that reduce pollutants (see LD 1647)	1968	TTT	GF	Corp. Income	0	(4,255)	(29,782)	(74,030)
Income tax credit for furnaces that reduce pollutants (see LD 1647)	1968	TTT	GF	Rev Sharing	0	217	1,549	3,850

Income tax credit for furnaces that reduce pollutants (see LD 1647)	1968	TTT	LGF		0	(217)	(1,549)	(3,850)
<b>Totals - Tax and Fee Changes</b>					<b>0</b>	<b>(974,709)</b>	<b>(3,633,465)</b>	<b>(4,531,934)</b>
<b>Summary by Fund:</b>								
<b>General Fund</b>			<b>GF</b>		<b>0</b>	<b>(921,958)</b>	<b>(3,440,934)</b>	<b>(4,292,661)</b>
<b>Local Government Fund</b>			<b>LGF</b>		<b>0</b>	<b>(49,365)</b>	<b>(188,523)</b>	<b>(235,241)</b>
<b>Other Special Revenue Funds</b>			<b>OSR</b>		<b>0</b>	<b>(3,386)</b>	<b>(4,008)</b>	<b>(4,032)</b>
<b>Other Non-tax/Non-Fee Revenues - General Fund</b>								
<b>Governmental Ethics and Election Practices</b>								
Transfer Additional Funds to the Maine Clean Election Fund	1968	KK	GF	Other Rev	0	(1,200,000)	0	0
<b>Department of Health and Human Services (formerly BDS)</b>								
Freeport Town Square	1968	A	GF	Other Rev	297,000	0	0	0
Office of Advocacy revenue	1968	A	GF	Other Rev	0	166,990	166,990	166,990
<b>Department of Public Safety</b>								
CNA criminal record check fee revenue	1968	A	GF	Other Rev	128,695	128,695	128,695	128,695
<b>Total General Fund Revenue</b>					<b>425,695</b>	<b>(1,826,273)</b>	<b>(3,145,249)</b>	<b>(3,996,976)</b>